



4004

ANNUAL REPORT

OF

Name: AMHERST TELEPHONE COMPANY

Principal Office: 120 MILL ST
P.O. BOX 279
AMHERST, WI 54406-0279

For the Year Ended: DECEMBER 31, 1998

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I CARL BOHMAN of
(Person responsible for accounts)

AMHERST TELEPHONE COMPANY, certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

CARL BOHMAN 04/12/1999
(Person responsible for accounts) (Date)

PRESIDENT AND GENERAL MANAGER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Income Statement - Total Company	8
Notes to Income Statement or Balance Sheet	9
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Statement of Cash Flows	12
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
Accounts Receivable Net Write Offs - Telecommunications	17
Notes Receivable (Acct. 1200) and Allowances (Acct. 1201)	18
Investments in Nonaffiliated Companies (Acct. 1402)	19
Nonregulated Investments (Acct. 1406)	20
Deferred Maintenance and Retirements (Acct. 1438)	21
Telecommunications Plant in Service Class A & B	22
Telecommunications Plant in Service Class A & B (Sub-Class Accounts)	24
Accumulated Depreciation Class A & B	26
Accumulated Depreciation Class A & B (Sub-Class Accounts)	28
Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)	30
Notes Payable (Acct. 4020)	32
Long-Term Debt	33
Capital Stock Accounts at End of Year	35
Retained Earnings (Acct. 4550)	37
Distribution of Taxes	38
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expense Matrix - Class A & B	41
Calculation of Assessable Revenues for Remainder, DOJ, and Tele. Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts (Class B Use Accounts Designated By *)	44
Nonregulated Net Income (Acct. 7990)	45
Distribution of Salaries and Wages	46
Employee Data	46
Telephone Calls and Minutes of Use Per Month	47
Access Usage	48
Outside Plant Statistics at End of Year	49
Special Access Circuits in Use at End of Year	49
Service Data	50

TABLE OF CONTENTS

Schedule Name	Page
Service Data - End of Year	52
Equipment Abbreviations	54
Manufacturer Abbreviations	54
Central Office Data - End of Year	55
General, Schedule Level and Schedule Line Footnotes	56

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
CO	.....	Central Office
Depr	.....	Depreciation
Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
FOY	.....	First of Year
Info	.....	Information
ITC	.....	Investment Tax Credit
Misc	.....	Miscellaneous
Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
Prop	.....	Property
Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
Svcs	.....	Services
Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: AMHERST TELEPHONE COMPANY
Utility Location: 120 MILL ST
P.O. BOX 279
AMHERST, WI 54406-0279

Utility Web Site Address:

When was utility organized?: 07/03/1903

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR CARL BOHMAN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 120 MILL STREET
P.O. BOX 279
AMHERST, WI 54406

Fax Number: (715) 824 - 2050
Telephone Number: (715) 824 - 5529
Email Address:

Individual or firm, if other than utility employee, preparing this report

Name: KIESLING ASSOCIATES LLP
Title: ACCOUNTING FIRM
Firm: KIESLING ASSOCIATES LLP
Office Address: 6401 ODANA ROAD
MADISON, WI 54719

Fax Number: (608) 273 - 2383
Telephone Number: (608) 273 - 2315
Email Address:

Person responsible for financial information contained in report

Name: MR CARL BOHMAN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 120 MILL STREET
P.O. BOX 279
AMHERST, WI 54406

Fax Number: (715) 824 - 2050
Telephone Number: (715) 824 - 5529
Email Address:

Person responsible for statistical information contained in report

Name: MR CARL BOHMAN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 120 MILL STREET
P.O. BOX 279
AMHERST, WI 54406

Fax Number: (715) 824 - 2050
Telephone Number: (715) 824 - 5529
Email Address:

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name: AUDREY M. MERRELL TRUST
Address: 71 BROADVIEW TERRACE GOVENORS ISLAND
GILFORD, NH 03246

Number of Shares Held: 1,749
Beneficial Owner: NONE

Name: CARL BOHMAN
Address: 198 N. HIGH STREET
AMHERST, WI 54406

Number of Shares Held: 3,459
Beneficial Owner: NONE

Name: CHARLES IVERSON, JR.
Address: 6305 COUNTY ROAD DD
AMHERST, WI 54406

Number of Shares Held: 1,928
Beneficial Owner: NONE

Name: RITA DANIELSON
Address: N2753 PARK LANE DRIVE
WAUPACA, WI 54981

Number of Shares Held: 2,512
Beneficial Owner: NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name: TOMORROW VALLEY CABLE TELEVISION, INC.
Form of Interest: OWNED
Extent Of Interest: 100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	3,275,260	3,218,584	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	278,376	241,446	2
Plant Nonspecific Operations Expense	944,607	836,249	3
Customer Operations Expense (6610-6620)	294,129	308,560	4
Corporate Operations Expense (6710-6790)	331,123	302,830	5
Other Operating Income and Expense (7100)	487	(73)	6
Operating Taxes (7200)	558,642	683,368	7
Total Operating Expenses	2,406,390	2,372,526	8
Net Operating Income	868,870	846,058	9
Other Income			
Nonoperating Income and Expense (7300)	454,293	477,565	10
Nonoperating Taxes (7400)	138,795	57,830	11
Interest and Related Items (7500)	269,282	283,115	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(4,298)	(33,833)	14
Total Nonoperating Income	41,918	102,787	15
Net Income	910,788	948,845	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

The accounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission as modified by the Public Service Commission of Wisconsin (PSCW).

A. Property and Equipment

Telephone plant is capitalized at original cost, including the capitalized cost of salaries and wages, materials, certain payroll taxes, and employee benefits, and interest incurred during the construction period.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates, based on the estimated service lives of the various classes of depreciable property. These estimates are subject to change in the near term.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation, together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

B. Income taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred tax assets and liabilities include the difference between carrying amounts of depreciable assets. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

Investment tax credits (ITC) which were deferred prior to the Tax Reform Act of 1986 are being amortized over the regulatory life of the plant which produced the ITC

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

which produced the ITC.

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provision of access services to customers are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with nationwide average cost schedules.

The Company is compensated for intrastate access under access charge procedures based on expense and plant investment levels, as determined by the Company and approved by the PSCW.

D. Cash Equivalents

All highly liquid investments purchased with a maturity of one year or less are considered cash equivalents.

E. Investments

Non-marketable equity investments and certificates of deposit are stated at cost. Debt and marketable equity securities classified as available for sale are carried at fair value with unrealized holding gains and losses recorded as a separate component of stockholders' equity.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The mortgage to the United States of America, underlying the RUS and RTB notes, contains certain restrictions on the declaration or payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of December 31, 1998, the maximum amount which could be distributed in accordance with these restrictions was \$3,288,000, except as might be specifically authorized in writing in advance by the RUS and RTB noteholders.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	2,221,803	2,060,135	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	2,221,803	2,060,135	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	184,834	208,643	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	184,834	208,643	
Other Accounts Receivable (1190)*	328,634	310,401	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	328,634	310,401	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	3,594	3,298	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	517,062	522,342	
SUPPLIES			
Inventories (1220)*	7,305	20,691	13
TOTAL SUPPLIES	7,305	20,691	
PREPAYMENTS			
Total Prepayments (1280)*	304,435	79,950	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	304,435	79,950	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	36,210	11,296	20
TOTAL OTHER CURRENT ASSETS	36,210	11,296	
TOTAL CURRENT ASSETS	3,086,815	2,694,414	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	697,591	703,585	21
Investments in Nonaffiliated Companies (1402)*	2,106,153	1,672,417	22
Nonregulated Investments (1406)*	58,702	48,238	23
Unamortized Debt Issuance Expense (1407)*	4,927	5,304	24
Sinking Funds (1408)*	0	0	25

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	526	966	26
TOTAL INVESTMENTS	2,867,899	2,430,510	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	54,262	59,238	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	0	0	29
TOTAL DEFERRED CHARGES	54,262	59,238	
TOTAL NONCURRENT ASSETS	2,922,161	2,489,748	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	12,502,017	11,750,875	30
Less: Accumulated Depreciation (3100)*	5,910,936	5,022,743	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	33
Less: Accumulated Amortization--Intangible (3500)*	0	0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	6,591,081	6,728,132	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	26,668	26,668	37
Less: Accumulated Depreciation--Nonoperating (3300)*	15,163	14,013	38
NET NONOPERATING PLANT	11,505	12,655	
TPUC			
TPUC (2003)*	332,897	171,122	39
TOTAL TPUC	332,897	171,122	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	40
Less: Accumulated Amortization--Other (3600)*	0	0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	6,935,483	6,911,909	
TOTAL ASSETS AND OTHER DEBITS*	12,944,459	12,096,071	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	243,937	191,397	1
Notes Payable (4020)*	0	17,313	2
Advance Billing and Payments (4030)*	4,922	4,324	3
Customer Deposits (4040)*	0	0	4
Current Maturities--Long-Term Debt (4050)*	248,200	234,700	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	0	0	7
Other Taxes--Accrued (4080)*	0	169,768	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	53,810	51,064	11
Other Current Liabilities (4130)*	0	0	12
TOTAL CURRENT LIABILITIES*	550,869	668,566	
LONG-TERM DEBT			
Funded Debt (4210)*	4,508,929	4,757,601	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	397,576	0	19
TOTAL LONG-TERM DEBT*	4,906,505	4,757,601	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	0	0	20
Unamortized Operating ITC--Net (4320)*	83,846	125,770	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	449,833	363,776	23
Net Deferred Tax Liability Adjustments (4341)*	(37,802)	(64,508)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(97,291)	(212,303)	25
Other Deferred Credits (4360)*			26
Deferred Tax Regulatory Liability (4361)*	145,509	185,841	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	544,095	398,576	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	331,250	331,250	28
Additional Paid-in Capital (4520)*	6,250	6,250	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	(872)	(246)	31
Retained Earnings (4550)*	6,606,362	5,934,074	32
TOTAL STOCKHOLDERS' EQUITY*	6,942,990	6,271,328	
TOTAL LIABILITIES AND OTHER CREDITS*	12,944,459	12,096,071	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	910,788	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	888,826	2
Interest during construction	(7,510)	3
Changes in assets and liabilities:		
Current assets (net)	(230,733)	4
Other noncurrent assets	5,039	5
Other current liabilities	(113,884)	6
Other liabilities and deferred credits	145,519	7
Other (specify):		
TOTAL ADJUSTMENTS	687,257	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	1,598,045	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(904,890)	8
Investments in affiliated companies	5,994	9
Nonoperating Investments	(444,200)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(1,343,096)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	163,158	12
Net changes in stockholder equity other than retained earnings	(626)	13
Change in short term borrowing (net)	(17,313)	14
Dividends paid	(238,500)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(93,281)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	161,668	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None .

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None .

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

None .

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

None .

5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

None .

6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

None .

7. Changes in articles of incorporation or amendments to charter.

None .

8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None .

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
CRYSTAL COMMUNICATIONS	CC	1
COMPUTER SYSTEMS LIMITED LIABILITY CORPORATION	CSLLC	2
MID-WISCONSIN DBS COOPERATIVE, INC.	MWDBS	3
Other	OTH	4
TOMORROW VALLEY CABLE TELEVISION, INC.	TVCT	5

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	170-AT-00100	None	0170-AT-00101	170 -AT-00001	
Name of Affiliate	CSLLC	MWDBS	MWDBS	TVCT	1
Designate whether billed to or from:	FROM	FROM	TO	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	0	0	0	0	9
Other:					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	128,472	1,400	7,340	37,348	14
Total	128,472	1,400	7,340	37,348	15
Percent of affiliate's business billed to all affiliated regulated utilities	61.21				16
If cost based, rate of return on equity or markup incorporated in billings		0.00			17
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
TOMORROW VALLEY CABLE TELEVISION, INC.	1190	33,900	1
CRYSTAL COMMUNICATIONS	1401	6,000	2
COMPUTER SYSTEMS LIMITED LIABILITY CORPORATION	1401	120,000	3
MID-WISCONSIN DBS COOPERATIVE, INC.	1401	214,322	4
TOMORROW VALLEY CABLE TELEVISION, INC.	1401	357,269	5

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off		1
Uncollectibles written off during the year		2
Net write offs during the year	0	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
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NONE

Total				<u><u>0</u></u>	<u><u>0</u></u>	1
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INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	85,750	1
Other:		
Wausau Cellular Telephone Company Limited Partnership	820,673	2
Split Dollar Life Insurance	6,187	3
WITS (Class A and B Stock)	54,200	4
Illuminet	19,961	5
RSA #7 Partnership (Limited and General)	1,119,382	6
Total Investments in Nonaffiliated Companies	2,106,153	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Phone Equipment Inventory	21,322	1
Internet Investments (net)	37,380	2

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)
NONE	
Total	0

1

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	32,892	14,847	1
Motor Vehicles	2112	139,493		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	126,055		6
Buildings	2121	628,269	76,522	7
Furniture	2122	19,406		8
Office Equipment	2123	14,049	(12)	9
General Purpose Computers	2124	92,641	10,042	10
TOTAL--GENERAL SUPPORT ASSETS:		1,052,805	101,399	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	2,222,400	191,170	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	734,799	47,980	16
TOTAL--CENTRAL OFFICE ASSETS:		2,957,199	239,150	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	1,380		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	74,592	1,692	24
Buried Cable	2423	7,513,792	405,910	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	151,107	4,803	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		7,740,871	412,405	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			47,739	1
2112			139,493	2
2113			0	3
2114			0	4
2115			0	5
2116			126,055	6
2121			704,791	7
2122			19,406	8
2123	0	0	14,037	9
2124			102,683	10
	0	0	1,154,204	
2211			0	11
2212	0	0	2,413,570	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	782,779	16
	0	0	3,196,349	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	0	
2411			1,380	22
2421	0	0	0	23
2422	0	0	76,284	24
2423	1,812	0	7,917,890	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			155,910	30
	1,812	0	8,151,464	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	11,750,875	752,954
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	1,812	0	12,502,017	
2001			0	34
			12,502,017	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	10,220	(12)	1
Company Communications Equipment	2123.2	3,829		2
Software	2212.1	201,521		3
Digital Switching - Central Office	2212.2	2,020,879	191,170	4
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	734,799	47,980	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	6,766	988	15
Underground Cable - Metallic	2422.2	67,826	704	16
Buried Cable - Nonmetallic	2423.1	1,313,107	92,532	17
Buried Cable - Metallic	2423.2	6,200,685	313,378	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS) **(cont.)**

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			10,208	1
2123.2			3,829	2
2212.1			201,521	3
2212.2			2,212,049	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			782,779	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			0	14
2422.1			7,754	15
2422.2			68,530	16
2423.1			1,405,639	17
2423.2	1,812		6,512,251	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	92,640		15,050		1 G
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	96,693		6,951		5I,I
Buildings	2121	217,907	3.4	21,628		6
Furniture	2122	19,406	10.0			7
Office Equipment	2123	5,431	15.0	1,010		8I
General Purpose Computers	2124	69,841	25.0	23,515		9
Total-- GENERAL SUPPORT ASSETS		501,918		68,154		0
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	483,923	33.0	278,960		11I
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	276,057	12.0	89,290		15
Total-- CENTRAL OFFICE ASSETS		759,980		368,250		0
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	0				16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	0				19
Other Terminal Equipment	2362	0				20
Total-- INFORMATION ORIG/TERM ASSETS		0		0		0
CABLE WIRE FACILITIES ASSETS						
Poles	2411	1,379	11.7	0		21
Aerial Cable	2421	0				22
Underground Cable	2422	45,051	5.0	3,789		23
Buried Cable	2423	3,664,865	5.65	444,523		24I
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	0				28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	49,550	3.5	5,289	29
Total-- CABLE WIRE FACILITIES ASSETS		3,760,845		453,601	0
Total Accumulated Depreciation	3100	5,022,743		890,005	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112					107,690	1 G
2113					0	2
2114					0	3
2115					0	4
2116					103,644	5 I,I
2121					239,535	6
2122					19,406	7
2123	0				6,441	8 I
2124					93,356	9
	0	0	0	0	570,072	
2211					0	10
2212	0				762,883	11 I
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				365,347	15
	0	0	0	0	1,128,230	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	0	
2411					1,379	21
2421	0				0	22
2422	0				48,840	23
2423	1,812				4,107,576	24 I
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					54,839	29
	1,812	0	0	0	4,212,634	
3100	1,812	0	0	0	5,910,936	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	1,602	10.0	1,010		1
Company Communications Equipment	2123.2	3,829	20.0			2
Software	2212.1	22,391	33.0	66,502		3
Digital Switching - Central Office	2212.2	461,532		212,458		4
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	276,057	12.0	89,290		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	1,486	5.0	380		15
Underground Cable - Metallic	2422.2	43,565	5.0	3,409		16
Buried Cable - Nonmetallic	2423.1	233,641	5.3	69,614		17
Buried Cable - Metallic	2423.2	3,431,224	6.0	374,909		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1					2,612	1
2123.2					3,829	2
2212.1					88,893	3
2212.2					673,990	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					365,347	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1					1,866	15
2422.2					46,974	16
2423.1					303,255	17
2423.2	1,812				3,804,321	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	59,238	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(363,776)	5
Net Deferred Tax Liability Adjustments (4341)	64,508	6
Deferred Tax Regulatory Liability (4361)	(185,841)	7
Net Property Related Deferred Operating Income Taxes	(425,871)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(425,871)	
NONPROPERTY RELATED		
Other Current Assets (1350)	11,296	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	0	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	11,296	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
	(4,976)			54,262	3
7250				0	4
7250	(86,057)			(449,833)	5
	(26,706)			37,802	6
	40,332			(145,509)	7
	(77,407)	0	0	(503,278)	8
				0	
	(77,407)	0	0	(503,278)	
7250	24,914			36,210	9
7250				0	10
				0	11
7250				0	12
7250				0	13
				0	14
				0	15
	24,914	0	0	36,210	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
---------------------	-------------------------------	-------------------------	----------------------------------	--------------------------------

NONE

Total Notes Payable	<u><u>0</u></u>	1
----------------------------	-----------------	----------

LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
RTB Note #S012	04/23/1993	04/23/2009	6.8800	1
RTB Note #S013	04/23/1993	04/23/2009	6.4200	2
RTB Notes #S010 and S011	04/23/1993	04/23/2009	6.4000	3
RUS Notes #12010 and 12020	05/24/1979	05/24/2014	5.0000	4
Total Funded Debt				
Other Long-Term Debt (Acct. 4270):				
Notes Payable-Wausau Cellular	11/20/1998	09/30/2008	7.2000	5
Total Other Long-Term Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
6.8800			460,550	34,100	494,650	1
6.4200			393,302	30,400	423,702	2
6.4000			523,237	40,000	563,237	3
5.0000			3,131,840	143,700	3,275,540	4
	0	0	4,508,929	248,200	4,757,129	
7.2000			397,576		397,576	5
	0	0	397,576	0	397,576	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
Capital Stock	16,000	25.00	1
TOTAL COMMON STOCK	16,000		
TOTAL	16,000		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares	Amount	Shares	Amount	
	(e)	(f)	(g)	(h)	
COMMON STOCK:					
Capital Stock	13,250	331,250			1
	13,250	331,250	0	0	
TOTAL	13,250	331,250	0	0	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	5,934,074	5,197,229	1 g
Changes:			
Balance Transferred from Income	910,788	948,845	2
Dividends Declared:			
Common	238,500	212,000	3
Preferred			4
Total Dividends Declared	238,500	212,000	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	6,606,362	5,934,074	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	188,885	83,584	281,421	1
Nonoperating Taxes (Accts. 7410 - 7450)		29,554	109,241	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(568)	(2,516)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
Operating Deferred		(13,933)	(49,337)	10
Nonregulated Deferred		(697)	(2,362)	11
Nonoperating Deferred		(24,497)	(87,455)	12
Amort. ITC			41,923	13
TOTAL	<u>188,885</u>	<u>73,443</u>	<u>290,915</u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
4,752					558,642	1
					138,795	2
					0	3
					(3,084)	4
					0	5
					0	6
				31,822	31,822	7
				916	916	8
				801	801	9
					(63,270)	10
					(3,059)	11
					(111,952)	12
					41,923	13
<u>4,752</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,539</u>	<u>591,534</u>	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	1,072,368	999,264	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	1,072,368	999,264	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	214,987	205,302	11
Switched Access Revenue (5082)*	778,750	752,823	12
Special Access Revenue (5083)*	144,839	132,607	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,138,576	1,090,732	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	796,931	837,874	15
Special Access Revenue (5084.3)*	44,350	54,496	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	841,281	892,370	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	10,377	10,377	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	10,377	10,377	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	110,608	106,470	30
Rent Revenue (5240)*	65	1,102	31
Corporate Operations Revenue (5250)*	5,170	4,891	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	4,927	5,998	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	4,927	5,998	
Interstate Billing and Collection Revenue*	28,515	41,983	39 E
Intrastate Billing and Collection Revenue*	72,463	67,927	40
Total Carrier Billing and Collection Revenue (5270)*	100,978	109,910	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	221,748	228,371	
GROSS OPERATING REVENUES	3,284,350	3,221,114	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	9,090	2,530	42 F
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	9,090	2,530	
TOTAL OPERATING REVENUES	3,275,260	3,218,584	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	0	0		1
Less: Nonregulated	0	0		2
Net Regulated	0	0	0	3
Total General Support Expense (6120)	26,903	36,134		4
Less: Nonregulated	0	0		5 A
Net Regulated	26,903	36,134	0	6
Total Central Office Switching Expense (6210)	131,323	138,552		7
Less: Nonregulated	0	0		8
Net Regulated	131,323	138,552	0	9
Total Operator Systems Expense (6220)	0	0		10
Less: Nonregulated	0	0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	4,037	6,735		13
Less: Nonregulated	0	0		14
Net Regulated	4,037	6,735	0	15
Total Information Orig. / Term. Expense (6310)	1,891	0		16
Less: Nonregulated	0	0		17
Net Regulated	1,891	0	0	18
Total Cable and Wire Fac. Expense (6410)	77,292	96,955		19
Less: Nonregulated	0	0		20 B
Net Regulated	77,292	96,955	0	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	241,446	278,376	0	
Less: Nonregulated	0	0	0	
Net Regulated	241,446	278,376	0	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0		22
Less: Nonregulated	0	0		23
Net Regulated	0	0	0	24
Total Network Operations Expense (6530)	31,310	38,130		25
Less: Nonregulated	0	0		26 C
Net Regulated	31,310	38,130	0	27
Access Expense (6540)	0	17,651		28
Less: Nonregulated	0	0		29 D
Net Regulated	0	17,651	0	30
Total Depreciation and Amortization Expense (6560)	804,939	888,826		31
Less: Nonregulated	0	0		32
Net Regulated	804,939	888,826		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	836,249	944,607	0	
Less: Nonregulated	0	0	0	
Net Regulated	836,249	944,607	0	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110					1
	0	0	0	0	2
6120			36,134		3
	0	0	36,134	0	4
6210			138,552		5 A
	0	0	138,552	0	6
6220					7
	0	0	0	0	8
6230			6,735		9
	0	0	6,735	0	10
6310					11
	0	0	0	0	12
6410			96,955		13
	0	0	96,955	0	14
	0	0	278,376	0	15
	0	0	0	0	16
	0	0	278,376	0	17
6510					18
	0		0	0	19
6530			38,130		20 B
	0	0	38,130	0	21
6540			17,651		22
	0	0	17,651	0	23
6560			888,826		24
			888,826		25
	0	0	944,607	0	26 C
	0	0	0	0	27
	0	0	944,607	0	28
					29 D
					30
					31
					32
					33

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	0	0	34
Less: Nonregulated	0	0	35
Net Regulated	0	0	0 36
Total Services (6620)	308,560	294,129	37
Less: Nonregulated	0	0	38
Net Regulated	308,560	294,129	0 39
TOTAL CUSTOMER OPERATIONS EXPENSE	308,560	294,129	0
Less: Nonregulated	0	0	0
Net Regulated	308,560	294,129	0
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	99,498	115,584	40
Less: Nonregulated	0	0	41
Net Regulated	99,498	115,584	0 42
Total General and Administrative (6720)	203,332	215,539	43
Less: Nonregulated	0	0	44
Net Regulated	203,332	215,539	0 45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated	0	0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	302,830	331,123	0
Less: Nonregulated	0	0	0
Net Regulated	302,830	331,123	0
TOTAL EXPENSES	1,689,085	1,848,235	0
Less: Nonregulated	0	0	0
Net Regulated	1,689,085	1,848,235	0

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610					34
					35
	0	0	0	0	36
6620			294,129		37
					38
	0		294,129	0	39
	0	0	294,129	0	
	0	0	0	0	
	0	0	294,129	0	
6710			115,584		40
					41
	0		115,584	0	42
6720			215,539		43
					44
	0		215,539	0	45
6790					46
					47
			0		48
	0	0	331,123	0	
	0	0	0	0	
	0	0	331,123	0	
	0	0	1,848,235	0	
	0	0	0	0	
	0	0	1,848,235	0	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)	0	0		1
Provisioning Expense (6512)	0	0		2
Total: Reported in Account 6510	0	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	804,939	888,826		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0		4
Amortization Expense--Tangible (6563)	0	0		5
Amortization Expense--Intangible (6564)	0	0		6
Amortization Expense--Other (6565)	0	0		7
Total: Reported in Account 6560	804,939	888,826		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			888,826		3
6562					4
6563					5
6564					6
6565					7
			888,826		

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to Department of Justice and telephone relay assessments.

Description (a)	This Year (b)	
Gross Operating Revenues	3,284,350	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	3
Plus: Total Other Operating Income and (Expense) (7100)	487	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes		<u>3,284,837</u>

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,072,368	1
Plus: Total Intrastate Access Revenues (5084)	841,281	2
Plus: Total Long Distance Network Services Revenue	10,377	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		5
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>1,924,026</u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	3,284,350	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	3
Plus: Total Other Operating Income and (Expense) (7100)	487	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>3,284,837</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,072,368	1
Plus: Total Intrastate Access Revenues (5084)	841,281	2
Plus: Total Long Distance Network Services Revenue	10,377	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		5
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>1,924,026</u>	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*	487	(73)	1
Return from Nonregulated Use of Regulated Facilities (7130)*	0	0	2
Gains and (Losses) from Foreign Exchange (7140)			3
Gains or (Losses) from the Disposition of Land and Artworks (7150)			4
Other Operating Gains and (Losses) (7160)*	0	0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	487	(73)	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(41,923)	(41,923)	6
Operating Federal Income Taxes (7220)*	274,007	371,141	7
Operating State and Local Income Taxes (7230)*	69,651	77,096	8
Operating Other Taxes (7240)*	193,637	189,803	9
Provision for Deferred Operating Income Taxes--Net (7250)*	63,270	87,251	10
TOTAL OPERATING TAXES (7200)*	558,642	683,368	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	10,048	7,044	11
Interest Income (7320)*	97,449	77,058	12
Income from Sinking and Other Funds (7330)*			13
Allowance for Funds Used During Construction (7340)*	7,510	3,945	14
Gains or (Losses) from the Disposition of Certain Property (7350)*			15
Other Nonoperating Income (7360)*	341,546	391,256	16
Special Charges (7370)*	2,260	1,738	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	454,293	477,565	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	21,786	92,318	19
Nonoperating State and Local Income Taxes (7430)*	5,057	46,633	20
Nonoperating Other Taxes (7440)*			21
Provision for Deferred Nonoperating Income Taxes--Net (7450)*	111,952	(81,121)	22
TOTAL NONOPERATING TAXES (7400)*	138,795	57,830	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	267,240	282,553	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	377	377	25
Other Interest Deductions (7540)*	1,665	185	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	269,282	283,115	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*	0	0	27
Extraordinary Income Credits (7610)			28
Extraordinary Income Charges (7620)			29
Current Income Tax Effect of Extraordinary Items--Net (7630)			30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)			31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(4,298)	(33,833)	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	176,329	1
Less: Cost of Goods Sold		2
Net Sales	176,329	3
Expenses (Acct. 7990.2)	180,627	4
Nonregulated Net Income	<u>(4,298)</u>	5

List the type of nonregulated activities that company is involved in:

Selling and leasing of telephone and DBS equipment, and provider of internet services.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	0	1
Nonregulated Expense		2
Plant Accounts		3
Accumulated Depreciation Accounts		4
All Other Accounts	426,499	5
Total Salaries and Wages	426,499	6 H

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	2.00	2.00	97,495	1
Supervision and Other Management	1.00	1.00	47,875	2
Other Employees	7.50	8.25	281,129	3
Total	10.50	11.25	426,499	

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	2.00	2.00	97,495	1
Supervision and Other Management	1.00	1.00	47,875	2
Other Employees	7.50	8.25	281,129	3
Total	10.50	11.25	426,499	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	438	1,564	1
Extended Area Service	150	536	2
Extended Community Calling	101	855	3
Other Local-Undefined	0	0	4
Total Local	689	2,955	
TOLL			
Operator Handled: State--intraLATA	7	57	5
Operator Handled: State--interLATA	9	30	6
Operator Handled: Interstate	2	28	7
Customer Dialed: State--intraLATA	145	1,224	8
Customer Dialed: State--interLATA	161	558	9
Customer Dialed: Interstate	56	688	10
WATS			11
Other Toll-Undefined			12
Total Toll	380	2,585	
Total Local & Toll	1,069	5,540	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.					2
Feature Group B -- Orig.	5				3
Feature Group B -- Term.	1				4
Feature Group C -- Orig.			2,340		5
Feature Group C -- Term.			2,057		6
Feature Group D -- Orig.	3,973	2,915	630		7
Feature Group D -- Term.	4,047	3,318			8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	830	2
Sheath miles of plant - fiber optics	92	3
Strand miles of plant - fiber optics	1,240	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	2	17	1
56 kbps	3	5	2
64 kbps (DS0)	0	1	3
1.54 Mbps (DS-1)	6	5	4
45 Mbps (DS-3)	1	0	5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	830	2
Sheath miles of plant - fiber optics	92	3
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SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

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SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	659	717	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	8	0	6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	152	158	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)	0	0	12
Pay Telephone			13
Coin-Operated Pay Telephone	0	16	14
Independent Pay Telephone Provider	0	9	15
Pay Stations - Public	7	0	16
- Semi-Public	7	0	17
- Cust. Owned	7	0	18
Other			19
Total Business Lines	840	900	20
Residential (Incl. Emp. Concess.)			
1 Party	3,710	3,971	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	3,710	3,971	27
Total Bus & Res Lines	4,550	4,871	28
Company Used Lines	17	17	29
Total Lines Used	4,567	4,888	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	3	3	3
WATS Lines - 800 Service			4
FX-In-intraLATA	9	6	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	17	143	7
Special Access-interLATA			8
(expressed in equiv. access lines)	841	821	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	293	293	13
TSPS - Trunks	10	10	14
EAS - Trunks	120	120	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical			24
location of plant)	10,698,070	11,347,813	25
Total Company Square Miles	249	249	26
Total Company Route Miles	881	904	27
Footnotes			28
			29
			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0120	4290	4680		1
Business					2
1 Party	405	174	138		3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	0				6
Centrex Trunks	---CONF---	---CONF---	---CONF---		7
Centrex Lines					8
Key System Trunks	95	33	30		9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)			0		12
Pay Telephone					13
Coin-Operated Pay Telephone	9	4	3		14
Independent Pay Telephone Provider	7	0	2		15
Pay Stations - Public	0	0	0		16
- Semi-Public	0	0	0		17
- Cust. Owned	0	0	0		18
Other					19
Total Business Lines	516	211	173	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	1,826	1,231	914		22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	1,826	1,231	914	0	27
Total Bus & Res Lines	2,342	1,442	1,087	0	28
Company Used Lines	11	4	2		29
Total Lines Used	2,353	1,446	1,089	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0120	4290	4680		1
Miscellaneous					2
WATS Lines - OutWATS	1		2		3
WATS Lines - 800 Service					4
FX-In-intraLATA	3		3		5
Special Access-intraLATA (equiv. access lines)	81	29	33		6
Special Access-interLATA (equiv. access lines)	771	50	0		7
Feature Group A Lines					8
Feature Group B Trunks					9
Feature Group C Trunks					10
Feature Group D Trunks	293				11
TSPS - Trunks	10				12
EAS - Trunks	120				13
Cellular Trunks (Pub. Sw. Net.)					14
Video Distance Learning - discounted (special tariff)					15
Customers					16
Business - 2 Party Customers					17
Business - 4 Party Customers					18
Residential - 2 Party Customers					19
Residential - 4 Party Customers					20
Other					21
Exchange C.O., Info. Orig./Term., & Cable					22
Wire Fac. Assets (based on physical location of plant)	5,333,472	3,404,344	2,609,997		23
Exchange Square Miles	101	67	81		24
Exchange Route Miles	395	273	236		25
Footnotes					26

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

MANUFACTURER ABBREVIATIONS

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CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	AMHERST	AMHERST	AMHERST	AMHERST	1
PSCW Exchange ID	0120	0120	0120	0120	2
Central Office Name	AMHERST	B&K	JKK	NELSONVILLE	3
PSCW Central Office ID	1	2	3	4	4
Manufacturer of COE (Page 54)	SI	SI	SI	SI	5
Year COE Installed	1995	1996	1996	1996	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	H	R	R	R	8
Remote Host PSCW Exchange ID		0120	0120	0120	9
Remote Host PSCW Central Office ID	0	1	1	1	10
COE Generic Software Release No.	14E	14E	14E	14E	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,605	222	163	246	14
- Equipped	2,276	260	200	313	15
- Wired	4,000	800	800	800	16
Trunks - In Use	423				17
- Equipped	457				18
- Wired	519				19
ISDN Available?	Yes	No	No	Yes	20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	3				25
DS-3 - In Use	3				26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	82	40	40	24	33
No. of fiber strands working (LIT) in C.O.	22	8	8	8	34
No. of fiber strands for interoffice use	14	4	4	4	35
Miles of fiber sheath in wire center	24	4	4	4	36
Access Tandem Serving this C.O.:					
- C.O. Name	STEVENS POINT	STEVENS POINT	STEVENS POINT	STEVENS POINT	37
- PSCW C.O. ID	5140-01	5140-01	5140-01	5140-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	AMHERST	POLONIA	POLONIA	POLONIA	1
PSCW Exchange ID	0120	4290	4290	4290	2
Central Office Name	Q&A	POLONIA	CUSTER	J&S	3
PSCW Central Office ID	5	1	2	3	4
Manufacturer of COE (Page 54)	SI	SI	SI	SI	5
Year COE Installed	1996	1995	1995	1997	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	R	R	8
Remote Host PSCW Exchange ID	0120	0120	0120	0120	9
Remote Host PSCW Central Office ID	1	1	1	1	10
COE Generic Software Release No.	14E	14E	14E	14E	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	117	748	385	193	14
- Equipped	284	892	477	360	15
- Wired	400	1,600	800	400	16
Trunks - In Use					17
- Equipped					18
- Wired					19
ISDN Available?	No	Yes	Yes	No	20
ISDN Lines - In Use (BRI)		0			21
- In Use (PRI)		0			22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use		0			24
Digital Transmission Facilities: DS-1 - In Use		2			25
DS-3 - In Use		0			26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹		0			32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	12	20	52	12	33
No. of fiber strands working (LIT) in C.O.	4	6	12	4	34
No. of fiber strands for interoffice use	4	4	8	4	35
Miles of fiber sheath in wire center	1	17	5	4	36
Access Tandem Serving this C.O.:					
- C.O. Name	STEVENS POINT	STEVENS POINT	STEVENS POINT	STEVENS POINT	37
- PSCW C.O. ID	5140-01	5140-01	5140-01	5140-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	POLONIA	ROSHOLT	ROSHOLT		1
PSCW Exchange ID	4290	4680	4680		2
Central Office Name	TWIN LAKE	ROSHOLT	WIG 49		3
PSCW Central Office ID	4	1	2		4
Manufacturer of COE (Page 54)	SI	SI	SI		5
Year COE Installed	1998	1995	1998		6
Type of Equipment (Page 54)	D	D	D		7
(S)tandalone, (H)ost, (R)emote	R	R	R		8
Remote Host PSCW Exchange ID	0120	0120	0120		9
Remote Host PSCW Central Office ID	1	1	1		10
COE Generic Software Release No.	14E	14E	14E		11
SS7?	Yes	Yes	Yes		12
9-1-1?	Yes	Yes	Yes		13
Access Lines - In Use	120	966	123		14
- Equipped	208	1,168	360		15
- Wired	400	1,600	400		16
Trunks - In Use					17
- Equipped					18
- Wired					19
ISDN Available?	No	Yes	No		20
ISDN Lines - In Use (BRI)		0			21
- In Use (PRI)		0			22
Switched 56 Service?	No	No	No		23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use		1			25
DS-3 - In Use		1			26
Advanced Data Service Available:					
Packet Switching?	No	No	No		27
SMDS?	No	No	No		28
Frame Relay?	No	No	No		29
ATM (Asynchronous Trans. Mode)?	No	No	No		30
Video Information - Service Available?	No	Yes	No		31
- In Use (# lines) ¹		1			32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	8	48	36		33
No. of fiber strands working (LIT) in C.O.	4	16	10		34
No. of fiber strands for interoffice use	4	4	8		35
Miles of fiber sheath in wire center	3	20	6		36
Access Tandem Serving this C.O.:					
- C.O. Name	STEVENS POINT	STEVENS POINT	STEVENS POINT		37
- PSCW C.O. ID	5140-01	5140-01	5140-01		38
Does this C.O. do access tandem switching?	No	No	No		39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes		40
Equal Access: IntraLATA (1+)?	No	No	No		41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

October 15, 1999

Mr. Carl Hohman, President and General Manager
Amherst Telephone Company
120 Mill Street
P.O. Box 279
Amherst, WI 54406-0279

Re: 1998 Analytical Review File DWCCA-170-PJL

Dear Mr. Hohman:

The Public Service Commission (PSC) has completed an analytical review of your utility's 1998 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our reviews will supply information that will enable us to better provide guidance to utilities regarding proper utility accounting and the preparation of future annual reports.

You did a nice job completing your annual report, printing copies, and completing your confidentiality request forms. We appreciate receiving annual report filings of this quality.

If you have any questions, please feel free to contact me at (608) 267-9198.

Sincerely,

Peter J. Leege
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

PJL:tlk:w:\compl\telco letters\170 rev letter

Accountants Compilation Report

To the Board of Directors
Amherst Telephone Company
Amherst, Wisconsin 54406

We have compiled the balance sheets of Amherst Telephone Company as of December 31, 1998 and 1997, and the related statements of income and

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

retained earnings for the years then ended, and the statement of cash flows for the year ended December 31, 1998, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 46 through 55.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them. These financial statements were compiled by us from financial statements for the same period that we previously audited, as indicated in our report dated February 4, 1999.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 46 through 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
April 9, 1999

Schedule Footnotes**Affiliated Interest Transactions Footnote. Page 15**

Pursuant to agreement with PSCW staff, revenue, expense and other detail amounts are not required for the 1998 annual report. The total amount for each column is included on the All Other line in order to facilitate the summation function in the program.

Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) Footnote. Page 30

Pursuant to agreement with PSCW staff, net deferred operating income tax property and nonproperty related detail and activity is not required for the 1998 annual report.

Expense Matrix - Class A & B Footnote. Page 41

Pursuant to agreement with PSCW staff, expense matrix subsidiary record category detail is not required for the 1998 annual report. The total amount for each item is included in the Other column in order to facilitate the summation function in the program.

Central Office Data - End of Year Footnote. Page 55

Schedule Line Footnotes

A) Increase due to new door locks and related maintenance in 1998.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- B)** Increase in account balance due to 1997 amount being unusually low. 1996 amount was \$139,000.
- C)** Plant employee more time in 1998. 1997 amount was lower than normal.
- D)** These are new accounts that were set up in 1998.
- E)** Normal trending for WI Tel.Co.
- F)** Pursuant to agreement with PSCW staff, not material since change is less than \$10,000.
- G)** Vehicles are depreciated on a per unit basis.
- H)** Pursuant to agreement with PSCW staff, the Regulated Expense amount for salaries and wages is included on line 5, All Other Accounts.
- I)** Different depreciation rates are used within this account and between sub-class accounts.